



Financial Statements

(Unaudited)

Niagara Land Trust Foundation

December 31, 2015

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Review Engagement Report

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To the Directors of
[Niagara Land Trust Foundation](#)

We have reviewed the statement of operations of Niagara Land Trust Foundation as at December 31, 2015 and the statements of changes in fund balances and cash flows for the year then ended. Our review was made in accordance with Canadian generally accepted standards for review engagements and, accordingly, consisted primarily of inquiry, analytical procedures and discussion related to information supplied to us by the organization, except as explained below.

A review does not constitute an audit and, consequently, we do not express an audit opinion on these financial statements.

Except as noted in the above paragraph, based on our review, nothing has come to our attention that causes us to believe that these financial statements are not, in all material respects, in accordance with Canadian accounting standards for not-for-profit organizations.



St. Catharines, Canada
March 31, 2016

Chartered Professional Accountants
Licensed Public Accountants

Niagara Land Trust Foundation

Statement of Financial Position

(Unaudited)
December 31

2015

2014

Assets

Current

Cash	\$ 5,951	\$ 10,785
HST receivable	681	722
Prepaid expenses	<u>1,567</u>	<u>1,596</u>
	<u>8,199</u>	<u>13,103</u>

Long-term

Land	11,017	-
Intangible asset, easement	<u>160,000</u>	<u>160,000</u>
	<u>171,017</u>	<u>160,000</u>
	<u>\$ 179,216</u>	<u>\$ 173,103</u>

Liabilities

Current

Accounts payable and accrued liabilities	\$ 2,884	\$ 2,750
Deferred revenue (Note 3)	<u>1,440</u>	<u>5,000</u>
	<u>4,324</u>	<u>7,750</u>

Fund balances

Unrestricted	3,875	5,353
Net assets invested in land and intangible assets	<u>171,017</u>	<u>160,000</u>
	<u>174,892</u>	<u>165,353</u>
	<u>\$ 179,216</u>	<u>\$ 173,103</u>

Approved on behalf of the board

_____ Director _____ Director

Niagara Land Trust Foundation

Statement of Operations and Changes in Fund Balances

(Unaudited)

Year ended December 31

2015

2014

Revenues

Donations and memberships	\$ 7,506	\$ 2,456
Grant	4,901	1,299
Fundraising	<u>1,529</u>	<u>4,605</u>
	<u>13,936</u>	<u>8,360</u>

Expenses

Office	660	790
Fundraising	942	1,662
Property taxes	289	-
Insurance	1,578	1,447
Professional fees	5,086	2,339
Dues and fees	842	912
Advertising and promotion	-	187
Conferences and meetings	<u>-</u>	<u>1,030</u>
	<u>9,397</u>	<u>8,367</u>

Excess of revenues over expenses for the year \$ 4,539 \$ (7)

Fund balances - Beginning of year	\$ 165,353	\$ 165,360
Excess of revenues over expenses for the year	4,539	(7)
Donation for non-depreciable asset (Note 3)	<u>5,000</u>	<u>-</u>
Fund balances - End of year	<u>\$ 174,892</u>	<u>\$ 165,353</u>

Niagara Land Trust Foundation

Statement of Cash Flows

(Unaudited)

Year ended December 31

2015

2014

Operating

Excess of revenues over expenses for the year \$ 4,539 \$ (7)

Changes in non-cash working capital

HST receivable 41 (354)

Prepaid expenses 29 160

Accounts payable and accrued liabilities 134 (1,551)

Deferred revenue 1,440 5,000

6,183 3,248

Investing

Purchase of land (11,017) -

Increase in cash (4,834) 3,248

Beginning of year 10,785 7,537

End of year \$ 5,951 \$ 10,785

Niagara Land Trust Foundation

Notes to the Financial Statements

(Unaudited)
December 31, 2015

1. Nature of operations

Niagara Land Trust Foundation is a registered charitable organization incorporated in Canada without share capital by Letters Patent dated December 27, 2007. The Foundation undertakes activities to conserve the natural heritage of the Niagara Peninsula through acquiring and managing lands of environmental, agricultural, heritage or landscape interest.

2. Significant accounting policies

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations in Part III of the CICA Handbook and include the following significant accounting policies:

Fund accounting

The Foundation follows the fund method of accounting whereby financial statement elements are reported by fund. The capital fund reports net assets invested in land and intangible assets.

Revenue recognition

The Foundation follows the deferral method of accounting for contributions which include donations and grants.

Grants approved but not received at the end of an accounting period are accrued. Where a portion of a grant received relates to a future period, it is deferred and recognized in a subsequent period.

Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Contributions related to non-depreciable assets are recognized directly as increases in net assets in the period the related asset is purchased.

The Foundation receives in kind contributed materials and services which are recorded at fair market value when received and when the fair value can be reasonably estimated these contributions are recorded as revenue in the appropriate fund.

Intangible assets

Intangible assets include property easements which have an indefinite life and therefore are not amortized.

Niagara Land Trust Foundation

Notes to the Financial Statements

(Unaudited)
December 31, 2015

2. Significant accounting policies (continued)

Financial instruments

Measurement

The Foundation initially measures its financial assets and liabilities at fair value, except for certain non-arm's length transactions.

The Foundation subsequently measures all of its financial assets and financial liabilities at amortized cost.

Financial assets and liabilities measured at amortized cost include cash, HST receivable and accounts payable and accrued liabilities.

Impairment

Financial assets measured at cost are tested for impairment when there are indicators of impairment. Previously recognized impairment losses are reversed to the extent of the improvement provided the asset is not carried at an amount, at the date of the reversal, greater than the amount that would have been the carrying amount had no impairment loss been recognized previously. The amounts of any write-downs or reversals are recognized in revenues.

Use of estimates

The preparation of financial statements in accordance with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the amounts reported in the financial statements. These estimates are reviewed periodically, and, as adjustments become necessary, they are reported in operations in the period in which they become known. Actual results could differ from those estimates.

3. Deferred revenue

The deferred revenue represents contributions for the purchase of property and for consulting services funded by an OLTA grant. Changes in the deferred revenue balance are as follows:

	<u>2015</u>	<u>2014</u>
Beginning balance	\$ 5,000	\$ -
Add: contributions received during the year	5,000	5,000
Less: amounts recognized in the year	<u>(8,560)</u>	<u>-</u>
Ending balance	<u>\$ 1,440</u>	<u>\$ 5,000</u>

Niagara Land Trust Foundation

Notes to the Financial Statements

(Unaudited)
December 31, 2015

4. Endowment fund

The Foundation has an endowment fund which is managed by the Niagara Community Foundation. The Funds are held by the Niagara Community Foundation and each year the Niagara Community Foundation makes a distribution of the net earnings to the Niagara Land Trust Foundation. In 2015 the distribution was \$1,341 (2014 - \$1,299) and this distribution is recognized as grant revenue.

5. Financial instruments

The Foundation is exposed to various risks through its financial instruments. The following analysis provides a measure of the Foundation's risk exposures and concentrations at December 31, 2015.

Liquidity risk

Liquidity risk is the risk that the Foundation will encounter difficulty in meeting the obligations associated with its financial liabilities. The Foundation is exposed to this risk mainly in respect of its accounts payable and accrued liabilities.

Market risk

Market risk is the risk that the fair value or expected future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency risk, interest rate risk and other price risk. It is management's opinion that the Foundation is not exposed to any of these significant market risks.
